Romani Ro

RE: H.B. No. 2464 H.D. 1

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Seventh State Legislature Regular Session of 2014 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 2464 entitled:

"A BILL FOR AN ACT RELATING TO TAX CREDITS,"

begs leave to report as follows:

The purpose of this measure is to clarify the maximum allowable amounts for the important agricultural land qualified agricultural cost tax credit.

The Department of Taxation, the Department of Agriculture, the Tax Foundation of Hawaii, and Alexander & Baldwin, Inc. submitted comments on the measure.

Your Committee finds that in enacting Act 233, Session Laws of Hawaii 2008, which created the important agricultural land qualified agricultural cost tax credit, the Legislature intended to cap the tax credit at \$625,000, \$250,000, and \$125,000 in the first, second, and third year of claiming the tax credit, rather than at twenty-five per cent of those amounts as the existing law is currently being interpreted.

Your Committee has amended this measure by:

(1) Authorizing taxpayers who filed claims for taxable years ending prior to January 1, 2014, to claim the additional tax credits allowed under this measure; and

(2) Changing the effective date to July 1, 2030, to facilitate further discussion on this measure.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2464, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 2464, H.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on behalf of the members of the Committee on Finance,



State of Hawaii House of Representatives The Twenty-seventh Legislature



Record of Votes of the Committee on Finance

HB 2464	FIN	Date	2/12/2014	
θ The committee is reconsidering its previous	ous decision on the measure.			
The recommendation is to: θ Pass, unamended (as is) Pass, with amendments (HD) θ Hold θ Pass short form bill with HD to recommit for future public hearing (recommit)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. LUKE, Sylvia (C)				
2. NISHIMOTO, Scott Y. (VC)				
3. JOHANSON, Aaron Ling (VC)				
4. CULLEN, Ty J.K.				
5. HASHEM, Mark J.	Service of the servic			
6. ING, Kaniela	1/			
7. JORDAN, Jo				
8. KOBAYASHI, Bertrand				
9. LOWEN, Nicole E.				
10. MORIKAWA, Dee		5 - 25; March 98; Mag 198; Mag	THE LOCAL STREET, AND ADDRESS OF THE STREET, AND	100 by 10 - 44 494 CH 344
11. ONISHI, Richard H.K.		A STATE OF THE STA		
12. TAKAYAMA, Gregg			Engraphia seria seria della	
13. TOKIOKA, James Kunane				
14. WOODSON, Justin H.			And Control American Control Service (Adv.). The size and increase of the	13.30 ga - /
15. YAMASHITA, Kyle T.				
16. FUKUMOTO, Beth		SS alianes STANDON and a proping Standard Standard Standard	Person ten Tillings (200 Maj 1852) (1852)	10.00 = 1.00 WWW
17. WARD, Gene				
TOTAL (17)	17			
The recommendation is: Adopted B Not Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature:				
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